

GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

CSFs – Release of Rs.4,28,07,000/- as loan for redemption of loan to M/s. Kovur Coop. Sugars Ltd., Nellore District from NCDC – Administrative Sanction – Accorded – Orders – Issued.

INDUSTRIES & COMMERCE (SUGAR) DEPARTMENT

G.O.Ms.No. 5

Dated:08.01.2014

Read the followings:

- 1) G.O.Ms.No.389, Ind. & Com.(Sug) Dept, dt.04.07.2011.
- 2) Govt. Memo.No.11180/Sug/A1/2013, dt:01.07.2013 ,
Dt.17.08.2013 , 27.09.2013
- 3) From the MD, NCDC D.O.Lr.No.NCDC/MD/PS/2013/C
Dt:19.07.2013.
- 4) From the COS & CC, AP, Hyderabad, Lr.Rc.No.609/2009/D2,
Dt:02.09.2013 Dt.11.10.2013 & Dt.19.12.2013.
- 5) G.O.Rt.No.4506, Finance (Expr.I&C) Dept, Dt.29.12.2013.

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ORDER:

The Commissioner of Sugar & Cane Commissioner, AP, Hyderabad in the reference 4th read above has informed that during the year 2001, the Kovur Coop. Sugar Factory availed an amount of Rs.473.71 Lakhs as loan towards Modernization & Expansion Programme from Sugar Development Fund (SDF), Government of India and the said loan amount has to be repayable in 5 equal installments i.e., after expiry of one year of the repayment of NCDC term loan. The details of the repayment schedule of loan installment of SDF is as follows:

Sl.No.	Due Date	Amount due (in Rupees)
1.	05-11-2008	1,35,10,988
2.	05-11-2009	1,50,26,860
3.	05-11-2010	1,46,47,892
4.	05-11-2011	1,42,68,924
5.	05-11-2012	1,38,89,956
		7,13,44,620

2. Government in the reference 1st read above have sanctioned an amount of Rs.2,85,38,000/- as loan to Commissioner of Sugar towards repayment of dues to SDF on behalf of Kovur CSF Ltd. The amounts was drawn and paid to SDF, New Delhi through NCDC on 18-08-2011 towards 1st and 2nd installments.

3. Further, the Commissioner of Sugar & Cane Commissioner, AP, Hyderabad in the reference 4th read above has informed that, as on 05-11-2012 i.e., date of clearance of last installment, an amount of Rs.4,59,12,992/- is due by Kovur CSF towards repayment of 3rd, 4th & 5th installment alongwith interest and panel interest. The Regional Director, NCDC, Hyderabad vide letter dt:03-04-2013 has requested to pay an amount of Rs.4,69,09,735/- towards outstanding amount of principal and interest dues of SDF loan due as on 31-12-2012. Accordingly, the MD, Kovur CSF has been instructed to take necessary steps for payment of the amount. The MD, Kovur CSF has stated that the CSF is facing financial crisis due to poor cane crush and recovery and not in position to repay the amount and requested to recommend the case to Government for providing financial assistance/ loan for repayment of SDF over dues of Rs.4,69,09,735/- to NCDC, New Delhi. The Commissioner of Sugar & Cane Commissioner, AP, Hyderabad has requested the Government for early orders in the matter.

4. After careful examination of the matter, and keeping in view of the Budget Release Order issued by the Finance Department in the reference 5th read above, Government hereby accord administrative sanction for an amount of Rs.4,28,07,000/- (Rupees Four crores twenty eight lakhs seven thousand only), as loan, towards M/s. Kovur Cooperative Sugar Factory for redemption of loan from NCDC, from the BE provision 2013-14.

5. The above expenditure shall be debited to the Head of Account 6860- Loans for consumer Industries – 04 Sugar – MH 101 Loans to Coop. Sugar Mills – GH.10 -CSS – SH(01) Loans for Modernization of Coop. Sugar Mills - 001- Loans for Modernization of Cooperative Sugar Mills.

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6. The Commissioner of Sugar & Cane Commissioner, AP, Hyderabad shall take necessary further action accordingly in the matter and compliance, to the Government immediately.

7. This order issues with the concurrence of the Finance (Exp.I&C) Department vide their U.O.No.32600/424/Exp.I&C/2013, Dt.30.12.2013.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

K. PRADEEP CHANDRA
PRINCIPAL SECRETARY TO GOVERNMENT &
COMMISSIONER, INDUSTRIAL PROMOTION

To
The Commissioner of Sugar & Cane Commissioner, AP, Hyderabad.
The Director of Treasuries & Accounts, AP, Hyderabad.
The Pay & Accounts Officer, Hyderabad.

Copy to:

The Accountant General, AP, Hyderabad.
The Finance (Exp.I&C) Dept.

// FORWARDED :: BY ORDER //

SECTION OFFICER